



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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Michael O. Leavitt
Governor

Lowell P. Braxton
Division Director

September 29, 1998

Mike and Sandra Sprunger
Sprunger's Minerals
P.O. Box 38054
Leamington, Utah 84638

Re: Determine Status of Mine Sites Related to Permitting Fees, Sprunger Minerals, Serendipity (S/023/017), Eagles Roost & Beryl (S/023/018), Cactus (S/023/019), Cubical 2 and 7 (S/023/020), ML 46956 (S/023/044), and ML 47821 (S/023/057) Juab County, Utah

Dear Mr. and Mrs. Sprunger:

We have reviewed your recent request to combine your six small mine permits into one permit. Onsite inspections were performed on July 15, 1998 of the mine sites to confirm existing disturbances. An assessment of your July 23, 1998 site location map and a review of our Adjacent and Neighboring Sites Policy followed. We have reached the following conclusion concerning your request:

- ▶ Your mine sites have been divided into three main groupings. The logical groupings are as follows:
- ▶ Grouping 1) includes: Cubical #2 - #7, Serendipity
- ▶ Grouping 2) includes: Cactus, ML47821, ML46956
- ▶ Grouping 3) includes: Eagle's Roost (this portion of the file closed) / Beryl

The Division has assessed a \$100 fee for each grouping. The total fee for all three groups is \$300. Administratively, the Division will now combine your six small mine permits into these three groupings. We will continue to use three of your existing permit file numbers to track each of these groups. Please use the following file numbers for all future correspondence involving these mines:

S/023/017 - (Serendipity & Cubical #2 - #7)

S/023/018 - (Beryl)

S/023/057 - (ML47821, ML46956 & Cactus)

Three annual reports will hereafter be required (instead of six) under the file numbers outlined above. We ask that you list separate production and activity information in the annual reports for each mine site within the groups. This will allow the Division to track the site disturbance without getting confused over what disturbance happened at what site within each group.

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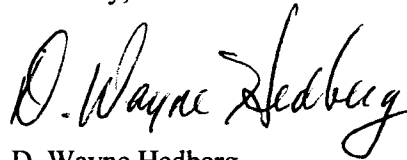
Mike & Sandra Sprunger

September 29, 1998

For billing purposes we will send you three separate \$100 annual invoices based on the above groupings. The \$100 fee has not been paid by Gemstone Mining Incorporated for the Beryl site, nor has the permit been officially transferred to date. Therefore, you will owe the full \$300 for the three groups.

Please return the attached billing notices with the appropriate fees. Thank you for your cooperation in helping us reach a decision on your request. Please contact me at (801) 538-5286, or Tom Munson at (801) 538-5321 if you have further questions or concerns in this matter.

Sincerely,

A handwritten signature in black ink that reads "D. Wayne Hedberg". The signature is written in a cursive, flowing style.

D. Wayne Hedberg
Permit Supervisor
Minerals Reclamation Program

jb

Attachment: 3 permit fee billing notices

cc: Will Stokes, SITLA
Tom Munson, DOGM
Mary Ann Wright, DOGM

o:sprun.let